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- 5. Sorgueov now feels that the Soviet plan to build up an economically independent Argentina in the Western Hemisphore, which in turn would exert great influence on her neighboring countries, has failed. However, he regards this failure as "loss of the first battle and not of the war."
- 6. Sorqueev believes that president becom's political position is becoming increasingly difficult. He says that with the close of the Rie Conference, Peron is confronted with the quandary of either linking argentina closer to the J.S., thereby antagonizing the Argentine Rationalists; or with reincorporating Rationalist representation into his government, a move which Sergueev thinks would damage J.S.-Argentine relations. Ser neev sees a great opportunity for the Soviets if Peron is forced to appears the lationalists.
- 7. Sorgueev is also optimistic over the possibility that Feron will be everthrown. In such an event, he believes an anti-United States government would take over, and that individuals such as Miranda and the others who have oriented Armentina towards the U.S. will be in disfever. He is also confident that Communist infiltration of Argentine labor will be a great help to the Soviet in the event of an Argentine political unheavel.
- S. In regard to Communist infiltration of Argentine Labor, Eusebio Dworkin, First Secretary of the Polish Legation, who is in close touch with the Soviet Embassy, has recontly stated that the Argentine Communist Party (CLA) has been remarkably successful in infiltrating Peronista Labor ranks. Dworkin believes that the Peron government is cognizent of this infiltration, and that the CPA realizes that Peron is apt to provoke Labor disturbances at any time with the express purpose of blaming the CPA.
- 9. Dworkin has learned from his CFA contacts that the Farty fears that if Peron's political position deteriorates further, he will organize a mass labor denonstration calling for support. In such a demonstration, riots and fights would be provoked by Peronistas, and the ensuing trouble would all be blamed on the CFA. The Party believes that Peron would then launch a Communist persecution carpaign. Aware of this danger, the CFA is doing its best to conceal the identity of more important Party members already infiltrated into labor organizations, and will let some of its less important members be sacrificed if an emergency arises.



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